

**THE  
UNIVERSITY  
OF RHODE ISLAND**

**DIVISION OF  
ADMINISTRATION  
AND FINANCE**

THINK BIG  WE DO™

**PURCHASING DEPARTMENT**

10 Tootell Road, Suite 3, Kingston, RI 02881 USA

p: 401.874.2171

f: 401.874.2306

uri.edu/purchasing



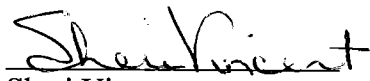
DATE: 4/8/16

**ADDENDUM #1**

BID NO.: 100223  
OPENING: 4/26/16 @ 3:00 p.m.  
COMMODITY: Milk & Dairy

Please see the attached "Attachment B - Fresh Milk" as additional specifications to the original bid specifications.

If you have already submitted a bid and need to make changes, based on the information within the Addendum, please submit a new bid response and indicate that this submission supersedes the prior.



Sheri Vincent

URI Assistant Purchasing Agent

ATTACHMENT B  
FRESH MILK

NOTE: BIDS WILL BE BASED ON THE CLASS I PRICE OF THE MARKET ADMINISTRATOR – BOSTON REGIONAL MARKETING AREA – ZONE 21.

PRICE IN BOTH INSTANCES MAY INCREASE OR DECREASE MONTHLY.

THE UNIVERSITY OF RHODE ISLAND RESERVES THE RIGHT TO AWARD TO ONE OR MULTIPLE VENDORS BASED ON COST.

EQUIPMENT AND MAINTENANCE WILL BE PROVIDED BY THE SUCCESSFUL DAIRY WHERE SPECIFIED.

ALL SUPPLIERS ARE REQUESTED TO COORDINATE DELIVERES WITH THE UNIVERSITY AND FAMILIARIZE THEIR DRIVERS WITH THE DETAILS TO AVOID DISAGREEMENTS DURING THE TERM OF THE AGREEMENT.

SHOULD THERE BE QUESTIONS CONCERNING ANY OF THE PROVISIONS, PLEASE CONTACT THE UNIVERSITY PURCHASING DEPARTMENT FOR CLARIFICATIONS.

TESTS:

1. ALL ITEMS DELIVERED UNDER THE CONTRACT AWARD MUST BE IN STRICT ACCORDANCE WITH THE SPECIFICATIONS HEREIN. EACH DELIVERY WILL BE SUBJECT TO TESTS BY THE STATE OF RI, HEALTH DEPT. DURING THE LIFE OF THE CONTRACT ANY VIOLATIONS WILL BE SUBJECT TO TERMINATION OF THE CONTRACT.

CONTAINERS:

2. ALL ½ GAL, QUARTS, PINTS OR HALF PINT CONTAINERS SHALL BE POLYETHYLENE LINED WAXED PAPER CARTONS UNLESS OTHERWISE SPECIFIED. ALL CONTAINERS OF EITHER TYPE SHALL MEET WITH THE APPROVAL OF THE STATE OF RI DEPT. OF HEALTH.

ALL CONTAINERS MUST BE COLOR CODED TO DIFFERENTIATE BETWEEN UNFLAVORED, FLAVORED AND LOW FAT FORTIFIED MILK, AND CODED FOR SHELF-LIFE OF A MINIMUM OF FIVE DAYS BEFORE EXPIRATION.

ALL BULK MILK SHALL BE PROPERLY LABELED FROM THE PRODUCING DAIRY WITH AN EXPIRATION DATE AND LABELS SHALL BE COLOR CODED TO DISTINGUISH DIFFERENT FLAVORS. ALL BULK MILK SHALL BE IN DISPENSER READY "BAG IN THE BOX" FORMAT AND SHALL BE PROPERLY LABELED.

TEMPERATURE:

3. THE TEMPERATURE OF THE MILK, ETC., MUST AT NO TIME EXCEED 45 DEFREES F.

ELIGIBLE DAIRIES:

4. BIDS WILL BE CONSIDERED ONLY FROM DAIRIES WHO HAVE BEEN RATED BY THE DEPT. OF HEALTH FOR CONFORMANCE TO FEDERAL STANDARDS. (U.S. PUBLIC HEALTH SERVICE) PRIOR TO TIME OF BID OPENING.

ALL BIDDERS MUST SPECIFY THE PROCESSING DAIRY WHICH WILL BE SUPPLYING THEM MILK FOR THE UNIVERSITY REQUIREMENTS.

IN THE EVENT YOUR DAIRY OR SUPPLIER LOSES ITS RATING DURING THE CONTRACT PERIOD, THE CONTRACT WILL BE CANCELLED.

CERTIFICATES ATTESTING TO THE EXISTENCE OF SUCH POLICY TO BE ISSUED BY THE INSURER IN DUPLICATE AND TO BE DELIVERED TO THE UNIVERSITY OF RHODE ISLAND PURCHASING DEPARTMENT BEFORE AN AWARD OF A CONTRACT WILL BE MADE.

LIABILITY:

5. THE SUPPLIER WILL HOLD THE STATE OF RHODE ISLAND, BOARD OF GOVERNORS FOR HIGHER EDUCATION/UNIVERSITY OF RHODE ISLAND FREE OF ANY DAMAGES RESULTING FROM CONSUMPTION OF PRODUCTS DELIVERED UNDER THIS CONTRACT WHICH SUCH DAMAGES ARE ATTRIBUTED TO FOREIGN MATERIALS OR OTHER DEFECTS IN PRODUCTS DELIVERED BY THE SUPPLIER:

INSURANCE REQUIREMENTS:

6. COMPREHENSIVE GENERAL LIABILITY INSURANCE INCLUDING PRODUCTS COVERAGE.

|                  |                  |
|------------------|------------------|
| BODILY INJURY:   | \$1,000,000      |
|                  | EACH OCCURRENCE  |
|                  | \$1,000,000      |
|                  | ANNUAL AGGREGATE |
| PROPERTY DAMAGE: | \$500,000        |
|                  | EACH OCCURRENCE  |
|                  | \$500,000        |
|                  | ANNUAL AGGREGATE |

THE FOLLOWING SPECIFICATIONS WILL APPLY TO ALL ITEMS:

HOMOGENIZED MILK – NOT LESS THAN 3.25% BF

SKIM MILK – NOT MORE THAN .5% BF

LOW FAT MILK – NOT LESS THAN .5% BF  
NOT MORE THAN 2.5% BF

BUTTERMILK – NOT LESS THAN 2% BF

HEAVY CREAM – NOT LESS THAN 36% BF

CHOCOLATE & COFFEE LOW FAT MILK – 1% BF OR LESS

CREAM, HALF & HALF – NOT LESS THAN 10% BF

SOUR CREAM – NOT LESS THAN 18 ½% BF

ALL PURPOSE CREAM – NOT LESS THAN 30% BF

COTTAGE CHEESE – NOT LESS THAN 4.25% BF

CHEESE NEUFCHATEL – NOT LESS THAN 21% BF

(METHOD AND FORMULA FOR DETERMINING PRICE CHANGES FOR MILK)

PER QUART:

.0215x (INC./DEC. CLASS I PER CWT.) PER QUARTS INC./DEC.

PER HALF GALLON:

SAME AS QUART FORMULA, MULTIPLY BY TWO (2)

PER HALF PINT:

SAME AS QUART FORMULA, BUT MUST BE DIVIDED BY FOUR (4).

INCREASE OR DECREASE OF CLASS I MILK PER CWT. IS COMPUTED BY USING THE BASE CLASS I RATE IN RELATION TO THE CURRENT CLASS I RATE FOR INCREASE OR DECREASE.

BASE CLASS I RATE: **17.23 - MARCH 2016**

ALL VOUCHERS MUST SHOW THE UNIT PRICE INCREASE OR DECREASE APPLICABLE FOR BILLING PERIOD:

EXAMPLE: MAY BILLING PERIOD –

½ GAL. – INCREASE

½ PT. - INCREASE

WE BELIEVE THAT WITH YOUR ASSISTANCE AND CO-OPERATION THERE WILL BE NO INTERRUPTION OF THE BILLING PROCESS, AND PAYMENTS SHOULD BE ASSURED.

FAILURE OF VENDOR TO DELIVER QUANTITIES REQUESTED AND ON DATES SPECIFIED WILL BE DEEMED CAUSE FOR CONTRACT CANCELLATION. AGENCY WILL SUPPLY 24 HOUR NOTICE OF REQUIREMENTS AND DELIVERY DATES.

## NON-COMPLIANCE NOTICE

THE PRODUCT(S) PROVIDED BY VENDORS WILL BE SUBJECT TO RANDOM TESTING.

IF THE PRODUCT DOES NOT SPECIFICATION, THE VENDOR WILL BE RESPONSIBLE FOR ADMINISTRATIVE COSTS, LAB TESTING AND PERSONNEL COSTS.

NON-COMPLIANCE OF THE PRODUCT TO THE BID SPECIFICATION WILL RESULT IN THE REVOCATION OF THE CONTRACT/PURCHASE ORDER.



Agricultural Marketing Service  
Dairy Programs

# FEDERAL MILK ORDER No. 1

## Northeast Marketing Area

89 South Street, Boston, MA 02111-2671  
**Mailing Address:**  
 P.O. Box 51478  
 Boston, MA 02205-1478  
 Tel.: (617) 737-7199 — Fax: (617) 737-8002  
 email: [NortheastOrder@fedmilk1.com](mailto:NortheastOrder@fedmilk1.com)  
 website: [www.fmmone.com](http://www.fmmone.com)

**Albany:**  
 302A Washington Avenue Ext.  
 Albany, NY 12203-7303  
 Tel.: (518) 452-4410  
 Fax: (518) 464-6468

**Alexandria:**  
 P.O. Box 25828  
 Alexandria, VA 22313-5828  
 Tel.: (703) 549-7000  
 Fax: (703) 549-7003

### ANNOUNCEMENT OF CLASS AND COMPONENT PRICES<sup>1/</sup>

|   | <u>March 2016</u> |                   |
|---|-------------------|-------------------|
|   | <u>dollars</u>    |                   |
| Class I price @ Suffolk County, MA (Boston) at 3.5% butterfat <sup>2/</sup> | 17.03             | per hundredweight |
| Processor Assessment <sup>2/ 3/</sup>                                       | 0.20              | per hundredweight |
| Total Class I price <sup>2/</sup>   | 17.23             | per hundredweight |
| <b>Class II price @ 3.5 % butterfat</b>                                     | 13.57             | per hundredweight |
| <b>Class II butterfat price</b>   | 2.2098            | per pound         |
| Class II skim price <sup>2/</sup>   | 6.05              | per hundredweight |
| Class II nonfat solids price <sup>2/</sup>                                  | 0.6722            | per pound         |
| <b>Class III price @ 3.5 % butterfat</b>                                    | 13.74             | per hundredweight |
| <b>Class III skim price</b>   | 6.25              | per hundredweight |
| <b>Class IV price @ 3.5 % butterfat</b>                                     | 12.74             | per hundredweight |
| <b>Class IV skim milk price</b>   | 5.21              | per hundredweight |
| <b>Component prices:</b>  |                   |                   |
| Butterfat price   | 2.2028            | per pound         |
| Nonfat solids price   | 0.5786            | per pound         |
| Protein price   | 1.9206            | per pound         |
| Other solids price  | 0.0501            | per pound         |

|                                 |                |           |
|---------------------------------|----------------|-----------|
| Product price monthly averages: | <u>dollars</u> |           |
| Butter                          | 1.9905         | per pound |
| Nonfat dry milk                 | 0.7522         | per pound |
| Cheese                          | 1.5162         | per pound |
| Dry whey                        | 0.2477         | per pound |

### Estimated Utilization Percentages of Producer Milk for April 2016<sup>4/</sup>

|           | <u>Class I</u> | <u>Class II, III and IV</u> |
|-----------|----------------|-----------------------------|
| Butterfat | 16             | 84                          |
| Skim Milk | 33             | 67                          |

<sup>1/</sup> See Price Formulas at [www.ams.usda.gov/AMSV1.0/MilkPrices](http://www.ams.usda.gov/AMSV1.0/MilkPrices).

<sup>2/</sup> Previously announced in *Announcement of Class I Price and Advanced Pricing Factors*.

<sup>3/</sup> The 20-cent per hundredweight processor assessment is an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 et seq.) imposed on any person who processes and markets commercially more than 3 million pounds of packaged fluid milk products on a monthly basis. Deliveries to consumer residences are excluded. Effective February 29, 2016, processors of certified "organic" and "100 percent organic" fluid milk products may apply for an organic assessment exemption for those products.

<sup>4/</sup> Utilization percentages for assigning bulk receipts at pool distributing plants from other federal order markets, Section 1000.45(a) of the Order.

(Class I prices by location on reverse side)

**March 2016**  
**Class I Price Information for the Northeast Order**

|                               |               |            | Prices   |           |          |
|-------------------------------|---------------|------------|----------|-----------|----------|
|                               |               |            | Skim     | Butterfat | Class I# |
|                               |               |            | dollars  |           |          |
|                               |               |            | per cwt. | per pound | per cwt. |
| Class I Mover Factor:         |               |            | 5.54     | 2.4103    | 13.78    |
| Selected locations            | Differential* | Adjustment |          |           |          |
| Boston, MA                    | 3.25          | 0.00       | 8.79     | 2.4428    | 17.03    |
| Newport News/Portsmouth, VA   | 3.20          | (0.05)     | 8.74     | 2.4423    | 16.98    |
| New York, NY                  | 3.15          | (0.10)     | 8.69     | 2.4418    | 16.93    |
| Long Valley, NJ               | 3.10          | (0.15)     | 8.64     | 2.4413    | 16.88    |
| Philadelphia, PA              | 3.05          | (0.20)     | 8.59     | 2.4408    | 16.83    |
| Agawam, MA/Baltimore, MD      | 3.00          | (0.25)     | 8.54     | 2.4403    | 16.78    |
| Frederick, MD/New Holland, PA | 2.90          | (0.35)     | 8.44     | 2.4393    | 16.68    |
| Mt. Holly Springs, PA         | 2.80          | (0.45)     | 8.34     | 2.4383    | 16.58    |
| Albany/Binghamton, NY         | 2.70          | (0.55)     | 8.24     | 2.4373    | 16.48    |
| Middlebury, VT                | 2.60          | (0.65)     | 8.14     | 2.4363    | 16.38    |
| Syracuse, NY                  | 2.50          | (0.75)     | 8.04     | 2.4353    | 16.28    |
| St. Albans/Swanton, VT        | 2.40          | (0.85)     | 7.94     | 2.4343    | 16.18    |
| Watertown/Rochester, NY       | 2.30          | (0.95)     | 7.84     | 2.4333    | 16.08    |
| Buffalo, NY                   | 2.20          | (1.05)     | 7.74     | 2.4323    | 15.98    |
| Jamestown, NY                 | 2.10          | (1.15)     | 7.64     | 2.4313    | 15.88    |

\* Differentials listed apply to states included in the Northeast marketing area. Outside of this area, differentials may be above or below this range. Cities listed are for reference purposes only. Differentials apply on a county basis.

# Price at 3.5% butterfat. Does not include the 20 cent per hundredweight processor assessment, an obligation under the Fluid Milk Promotion Order (7CFR§1160.101 et seq.).